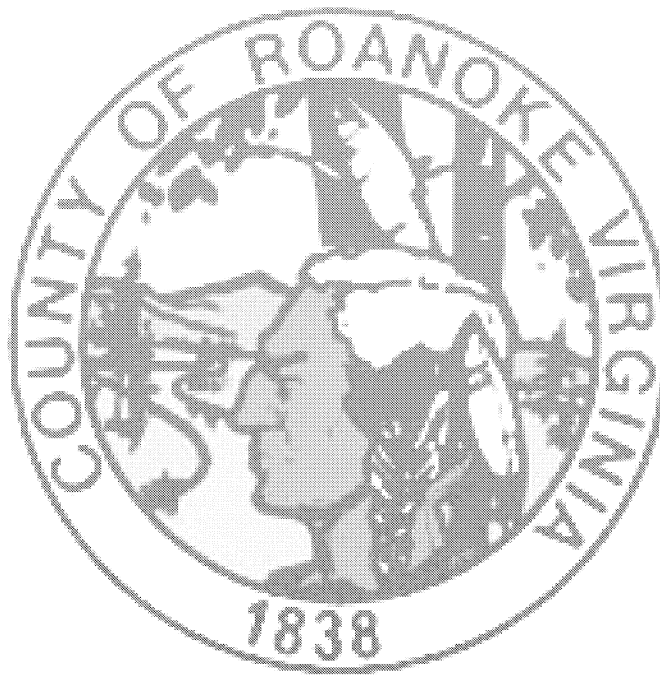


Component Unit

Component units are organizations for which the primary government is financially accountable and for which the exclusion from the County's financial statements would be misleading. This component unit represents the financial data for the Roanoke County Public School System.



County of Roanoke, Virginia
Component Unit
Statement of Net Assets
June 30, 2005

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 13,257,186
Investments	8,425,430
Accounts receivable	63,085
Due from other governments	4,501,208
Inventories	115,689
Capital assets	
Land and construction in progress	8,995,639
Other capital assets, net	23,591,258
Capital assets, net	<u>32,586,897</u>
Total assets	<u>58,949,495</u>
Liabilities	
Accounts payable	1,690,467
Accrued liabilities	611,369
Unearned revenue	1,269,589
Long-term liabilities:	
Portion due or payable within one year:	
Compensated absences	625,419
Claims payable	1,638,809
Portion due or payable after one year:	
Compensated absences	2,095,022
Claims payable	104,595
Total liabilities	<u>8,035,270</u>
Net Assets	
Invested in capital assets	32,586,897
Unrestricted	<u>18,327,328</u>
Total net assets	<u>\$ 50,914,225</u>

See accompanying independent auditors' report.

**County of Roanoke, Virginia
Component Unit
Statement of Activities
For the Year Ended June 30, 2005**

Functions/Programs	Program Revenues			Net Expense and Changes in Net Assets
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities				
Instruction	\$ 92,136,561	\$ 639,639	\$ 17,661,953	\$ 804,000
Support Services:				
Administration	3,057,970	-	-	-
Attendance and health	3,018,482	-	-	-
Transportation	5,037,459	-	-	-
Operations and maintenance	10,177,817	50,385	-	-
Technology	3,475,534	-	-	-
Noninstructional services:				
School nutrition	4,356,509	3,365,149	1,035,546	-
Facilities	282,315	-	-	282,315
Payments to Roanoke County	2,304,369	-	-	-
Total governmental activities	<u>\$ 123,847,016</u>	<u>\$ 4,055,173</u>	<u>\$ 18,697,499</u>	<u>\$ 1,086,315</u>
General revenues:				
Payments from Roanoke County				56,675,543
State aid				47,659,550
Miscellaneous				446,171
Total general revenues				<u>104,781,264</u>
Change in net assets				4,773,235
Net assets at beginning of year				<u>46,140,990</u>
Net assets at end of year				<u>\$ 50,914,225</u>

See accompanying independent auditors' report.

County of Roanoke, Virginia
Component Unit
Balance Sheet
Governmental Funds
June 30, 2005

	General	Grant Fund	Capital Projects	Nonmajor	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 1,351,645	\$ -	\$ 2,762,233	\$ 575,703	\$ 4,689,581
Investments	2,428,402	-	4,962,705	1,034,323	8,425,430
Accounts receivable	32,365	2,059	-	7,857	42,281
Due from other governments	3,000,556	1,398,199	102,453	-	4,501,208
Due from other funds	1,062,556	-	-	-	1,062,556
Inventory	115,689	-	-	-	115,689
Total assets	<u>\$ 7,991,213</u>	<u>\$ 1,400,258</u>	<u>\$ 7,827,391</u>	<u>\$ 1,617,883</u>	<u>\$ 18,836,745</u>
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 796,036	\$ 180,221	\$ 499,680	\$ 209,050	\$ 1,684,987
Accrued liabilities	586,019	24,769	581	-	611,369
Unearned revenue	1,223,471	44,920	-	-	1,268,391
Due to other funds	-	1,062,556	-	-	1,062,556
Total liabilities	<u>2,605,526</u>	<u>1,312,466</u>	<u>500,261</u>	<u>209,050</u>	<u>4,627,303</u>
Fund balances:					
Reserved for:					
Encumbrances	40,492	5,001	216,055	-	261,548
Inventories	115,689	-	-	-	115,689
Unreserved:					
Designated for:					
Special revenue funds	-	82,791	-	1,408,833	1,491,624
Future capital projects	5,229,506	-	7,111,075	-	12,340,581
Total fund balances	<u>5,385,687</u>	<u>87,792</u>	<u>7,327,130</u>	<u>1,408,833</u>	<u>14,209,442</u>
Total liabilities and fund balances	<u>\$ 7,991,213</u>	<u>\$ 1,400,258</u>	<u>\$ 7,827,391</u>	<u>\$ 1,617,883</u>	

Reconciliation to the Statement of Net Assets:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds.	32,586,897
Internal service funds are used by the School Board to charge the cost of health, dental, and workers' compensation insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	5,689,091
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds.	(2,720,441)
Revenues earned but not considered available are not current financial resources and therefore are not reported in the governmental funds.	1,149,236
Net assets of governmental activities	<u>\$ 50,914,225</u>

See accompanying independent auditors' report.

County of Roanoke, Virginia
Component Unit
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2005

	General	Grant Fund	Capital Projects	Nonmajor	Total Governmental Funds
Revenues					
Intergovernmental:					
Roanoke County	\$ 56,675,543	\$ -	\$ -	\$ -	\$ 56,675,543
Commonwealth of Virginia	59,182,836	478,915	1,086,315	612,903	61,360,969
Federal government	361,236	4,738,300	-	973,388	6,072,924
Charges for services	549,915	263	611	3,376,995	3,927,784
Other	192,986	5,000	82,995	37,102	318,083
Total revenues	<u>116,962,516</u>	<u>5,222,478</u>	<u>1,169,921</u>	<u>5,000,388</u>	<u>128,355,303</u>
Expenditures					
Current:					
Instruction	85,510,916	5,190,842	804,000	1,040,056	92,545,814
Administration	3,050,670	-	16,238	-	3,066,908
Attendance and health	2,939,374	119,577	-	-	3,058,951
Transportation	4,280,768	-	-	1,317,506	5,598,274
Operations and maintenance	10,053,066	-	252,316	-	10,305,382
School nutrition	-	-	-	4,352,589	4,352,589
Technology	2,005,413	-	1,497,731	-	3,503,144
Capital outlay:					
Facilities	179,357	-	1,765,203	-	1,944,560
Intergovernmental:					
Roanoke County	<u>2,304,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,304,369</u>
Total expenditures	<u>110,323,933</u>	<u>5,310,419</u>	<u>4,335,488</u>	<u>6,710,151</u>	<u>126,679,991</u>
Excess (deficiency) of revenues over expenditures	6,638,583	(87,941)	(3,165,567)	(1,709,763)	1,675,312
Other financing sources (uses)					
Proceeds from sale of equipment	-	-	4,868	23,959	28,827
Transfers in	127,217	6,899	3,921,326	1,084,794	5,140,236
Transfers out	<u>(5,050,637)</u>	<u>-</u>	<u>(127,217)</u>	<u>-</u>	<u>(5,177,854)</u>
Total other financing sources (uses), net	<u>(4,923,420)</u>	<u>6,899</u>	<u>3,798,977</u>	<u>1,108,753</u>	<u>(8,791)</u>
Net change in fund balances	1,715,163	(81,042)	633,410	(601,010)	1,666,521
Fund balances at beginning of year	<u>3,670,524</u>	<u>168,834</u>	<u>6,693,720</u>	<u>2,009,843</u>	<u>12,542,921</u>
Fund balances at end of year	<u>\$ 5,385,687</u>	<u>\$ 87,792</u>	<u>\$ 7,327,130</u>	<u>\$ 1,408,833</u>	<u>\$ 14,209,442</u>

See accompanying independent auditors' report.

County of Roanoke, Virginia
Component Unit
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2005

Net change in fund balances - total governmental funds	\$ 1,666,521
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Amounts reported for governmental activities in the Statement of Activities are different due to:

Governmental funds report capital outlays as expenditures. In the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as dereciation expense. This is the amount by which new capital outlays (\$3,491,997) exceed new depreciation expense (\$2,172,560) in the current period.	1,319,437
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Revenues reported in the Statement of Activities, such as certain unearned revenues, are not considered available current financial resources and therefore are not reported as revenues in governmental funds. This is the amount by which the current year available resources exceed the prior year unearned amount.	138,798
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Expenses reported in the Statement of Activities, such as compensated absences, that do not require the use of current financial resources are not reported as expenditures in governmental funds.	64,347
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Internal service funds are used by the School System to charge the costs of health, dental, and workers' compensation insurance to individual funds. The change in net assets of the internal service funds are reported with governmental activities.	1,584,132
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Change in net assets of governmental activities	<div style="border-top: 1px solid black; border-bottom: 3px double black; padding: 2px 0;">\$ 4,773,235</div>
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See accompanying independent auditors' report.

County of Roanoke, Virginia
Component Unit
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2005

Schedule 16

	<u>School Nutrition</u>	<u>School Textbooks</u>	<u>School Bus</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 168,402	\$ 120,394	\$ 286,907	\$ 575,703
Investments	302,555	216,302	515,466	1,034,323
Accounts receivable	2,096	4,192	1,569	7,857
Total assets	<u>\$ 473,053</u>	<u>\$ 340,888</u>	<u>\$ 803,942</u>	<u>\$ 1,617,883</u>
Liabilities and Fund Balances				
Accounts payable	\$ 4,664	\$ 204,202	\$ 184	\$ 209,050
Total liabilities	<u>4,664</u>	<u>204,202</u>	<u>184</u>	<u>209,050</u>
Fund Balances				
Unreserved - designated for special revenue funds	<u>468,389</u>	<u>136,686</u>	<u>803,758</u>	<u>1,408,833</u>
Total fund balances	<u>468,389</u>	<u>136,686</u>	<u>803,758</u>	<u>1,408,833</u>
Total liabilities and fund balances	<u>\$ 473,053</u>	<u>\$ 340,888</u>	<u>\$ 803,942</u>	<u>\$ 1,617,883</u>

See accompanying independent auditors' report.

County of Roanoke, Virginia
Component Unit
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2005

	<u>School Nutrition</u>	<u>School Textbooks</u>	<u>School Bus</u>	<u>Total</u>
Revenues:				
Intergovernmental:				
Commonwealth of Virginia	\$ 62,158	\$ 550,745	\$ -	\$ 612,903
Federal government	973,388	-	-	973,388
Charges for services:				
Food sales	3,365,149	-	-	3,365,149
Textbook rentals and sales	-	11,846	-	11,846
Other:				
Investment income	6,949	-	10,584	17,533
Miscellaneous	5,743	13,826	-	19,569
Total revenues	<u>4,413,387</u>	<u>576,417</u>	<u>10,584</u>	<u>5,000,388</u>
Expenditures:				
Current:				
Instruction	-	1,040,056	-	1,040,056
Transportation	-	-	1,317,506	1,317,506
School nutrition	4,352,589	-	-	4,352,589
Total expenditures	<u>4,352,589</u>	<u>1,040,056</u>	<u>1,317,506</u>	<u>6,710,151</u>
Excess (Deficiency) of revenues over expenditures	60,798	(463,639)	(1,306,922)	(1,709,763)
Other financing sources:				
Proceeds from sale of equipment	-	-	23,959	23,959
Transfers from general fund	-	384,794	700,000	1,084,794
Total other financing sources	<u>-</u>	<u>384,794</u>	<u>723,959</u>	<u>1,108,753</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures	60,798	(78,845)	(582,963)	(601,010)
Fund balances at beginning of year	<u>407,591</u>	<u>215,531</u>	<u>1,386,721</u>	<u>2,009,843</u>
Fund balances at end of year	<u>\$ 468,389</u>	<u>\$ 136,686</u>	<u>\$ 803,758</u>	<u>\$ 1,408,833</u>

See accompanying independent auditors' report.